



ANNUAL REPORT |
2018-2019



JUNGWA FOUNDATION

Regd. Off: Flat No. 1001, Tower 16, The Close North, Nirvana, Sector 50,
Gurgaon – 122018, Haryana



CIN- U74999HR2018NPL072772 Phone: +91 9810165318 Email: jungwa.foundation@gmail.com

DIRECTORS' REPORT FOR THE FINANCIAL PERIOD 27TH FEBRUARY 2018 TO 31ST MARCH 2019

To,
The Members,

Your directors have pleasure in presenting their First Annual Report of the Foundation together with Audited Accounts for the financial period ended March 31, 2019.

1. Financial Results:

	For the Financial period 27 th February, 2018 to 31 st March, 2019
Total Income	10,94,000
Less: Total Expenditure	11,79,317
Surplus/(Deficit) before Tax	(85,317)
Tax Expenses	Nil
Surplus/(Deficit) after Tax	(85,317)

2. Jungwa Foundation (hereinafter referred to as Foundation) was incorporated on 27th February, 2018 as a private limited company under Section 8 of the Companies Act, 2013. The Foundation works for the interconnectedness and interdependence of Nature and Culture through a common framework that support conservation, long-term sustainability and integrity of the web of life on Earth. The wisdom of local communities that has transpired over centuries of interactions with nature is indispensable to tackle socio-ecological change. Thus, by combining traditional knowledge practices, worldly wisdom with modern science – the Foundation aims to foster resilient ecosystems, biodiversity, and communities including their livelihoods, health, sanitation and cultural well-being.

3. Activities carried by the Foundation during the year under review

Board of Directors meeting was held in April 2018 to develop a work plan for the year. It was agreed to focus efforts in one settlement, Korzok, for the first year of work which showcases both natural and cultural heritage. The Korzok cultural landscape, inhabited by the pastoral nomadic Changpa community in south eastern Ladakh has a rich bio diversity and a close human interaction with the landscape founded through centuries of migrations. The program is being developed to create a methodological framework for the conservation of natural and cultural heritage rooted in its indigenous communities.

The following components of the program were undertaken in 2018 – 2019:

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Research and Documentation of cultural and natural heritage of the Korzok Changpa Nomadic landscape



(L) Documentation of traditional migration routes of the Korzok Changpas undertaken in summer 2018.

The research and documentation project is an on-going effort to develop a detailed profile showcasing nature-culture (both tangible and intangible) overlaps including traditional migratory routes of nomads/pastoralists, wildlife movement, land-use, community governance mechanisms, natural resources/ecosystems and management practices etc.) for local planners and decision makers.

The Foundation conducted secondary literature reviews, to expert consultations mainly with local nature-culture experts and community consultations including transect walks to physically document the nature-culture sites including nomadic encampments, sacred geographies, community perceptions on wildlife habitats and built heritage. The Foundation also conducted expert consultations with Ladakhi wildlife conservation experts to better document wildlife species found in the area and integrate the migratory months of the breeding birds like the Black-necked cranes, Ruddy Shelducks and bar-headed geese. The community elder interviews, were semi-structured interviews to document stories, and their migratory routes for summer and winter and their worldviews.

A preliminary **inventory and mapping of nomadic migration routes, cultural and natural places** of significance was carried out in 2018. The inventory and mapping can have more utility value in terms of planning and management to support future conservation and

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management in the area. The project received partial funding support under the Prakriti Fellowship by CARPE and Grind Master (Aurangabad).



*(L) JigmetTengyur, Research Associate interviews an elder Changpa. Jigmet has been documenting folk songs over the winter.
(R) Documenting the Changpa life – semi structured interview with a Changpa elder in the pasture lands as she leads her livestock for grazing*

A **documentation of folk songs** that refer to the inherent link between nature and culture was undertaken. The themdel, a specific genre of folk songs that focuses on the interconnectedness of phenomenon was specifically documented. Additionally, myths and legends of the nomadic landscape were also documented.

Monastic Training Project for Korzok monastery

A monks training project has been developed through discussions with the monastic management of Korzok monastery. The training forms part of a long term programme to build capacities for the conservation of intangible heritage associated with the ritual arts. In the first phase, training was imparted to 35 Buddhist monks of Korzok monastery on the ritual arts of making kilchor (sand mandalas), torma (butter sculpture) and chams (masked dances). The training workshop was conducted in Korzok monastery over the course of one month in March -April 2019.

Senior monks were identified from the monastery with knowledge on the identified ritual arts to impart training to younger monks. A documentation of the technique and symbolism for each element of the three identified ritual arts was carried out reiterating the close links

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between nature and culture. For example, the use of the five colours (red, white, blue, yellow, green) symbolising the five elements – earth, water, fire, air and space employed in the creation of the kilkor or the performance of the nya chams (sacred dance) to placate natural forces of the earth and protect against natural disasters.



Senior monks teaching novices the ritual arts of kilkor (sand mandalas) and the making of torma (butter and dough sculptures)



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The workshop has been a huge success and generated much interest among the younger monks on acquiring knowledge on these ritual arts.

Sustainable Livelihoods - Weaving Project



(L) Tsering Angmo weaves a length of fabric outside her rebo in Korzok (C) Tsering Gurmet, Project Cordinator, sourcing wool directly from the Changpas which will be woven into fabric (R) Bags produced under the brand name KORZOK

The Foundation's core objective is to ensure that Changpas are not merely raw material providers rather are also able to garner capacity to run a community-owned business that is nurtured and managed locally by the community. This also aids building additional income and greater participation in the value chain system. Therefore, in 2018, the Foundation began working with identified women weavers to produce traditional textiles primarily utilising the raw wool sourced directly from the Changpa shepherds. The weavers are producing traditional weaves used by the nomads as tent wall covers (*phug shar*) and storage bags (*phigyis*). In the first phase, begun in 2018, raw wool was sourced in summer from the Changpas directly which was scoured, carded, spun and twisted into yarn for weaving. Two electric charkhas were purchased from the Handicrafts department to streamline the spinning and twisting process. Of the With the team of three Changpa women engaged in the first phase of the project various types of nomadic textiles were woven as samples to finalise the textiles to be used. Training programs were held with an elder weaver to refine skills on spinning and twisting of yarn as well as weaving. Designs were discussed and developed in this phase and the first prototypes of bags created. The textiles are combined with vegan leather and finished into a range of bags for a contemporary market under the brand name of KORZOK, the place of origin. Sample bags have been created and final designs approved for production.

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4. Share Capital

The paid up Equity Share Capital as on March 31, 2019 was Rs. 2,00,000/-. During the period under review, the Foundation has not issued any shares through right issue or any other issue during the period.

5. Deposits

During the period under consideration, the Foundation has not accepted any deposits.

6. Directors

The Board of directors is properly constituted as per the provision of the Companies Act, 2013.

During the period under review, no changes have occurred in directorship of the Foundation.

Currently, the Foundation has the following Directors on its Board:

Ms. Tara Sharma : Director
Ms. Radhika Vijay Kothari : Director

7. Board Meetings

During the period under review the Board of Directors met 6 times i.e. on 15.03.2018, 26.04.2018, 10.08.2018, 16.11.2018, 01.12.2018, and 26.03.2019.

8. Directors' Responsibility Statement

Pursuant to Section 134(3)(c) of the Companies Act, 2013, the Directors confirm that:

- a. in the preparation of final accounts for the period ended March 31, 2019, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- b. they had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Foundation at the period ended March 31, 2019 and of the deficit of the Foundation for that period.

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- c. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Foundation and for preventing and detecting fraud and other irregularities;
- d. The Directors have prepared the annual accounts on a 'going concern' basis.
- e. The Foundation being unlisted, sub clause (e) of section 134(3) of the Companies Act, 2013 pertaining to laying down internal financial controls is not applicable to the Foundation.
- f. The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such system are adequate and operating effectively

9. Subsidiary, Joint Venture Or Associate Companies

The Foundation does not have any Subsidiary, Joint venture or Associate Companies.

10. Particulars of Loans, Guarantees Or Investments

During the financial period, the Foundation has not given any loans, guarantees or made any investments as per the provisions of section 186 of the Companies Act, 2013.

11. Particulars under sub rule (3) of rule 8 of Companies (Accounts) Rules, 2014

Part A and B pertaining to conservation of energy and technology are not applicable to the Foundation.

(C) Foreign exchange earnings and Outgo-

Foreign Exchange earning	Nil
Foreign Exchange outgo	Nil

- 12. Since it's the first reporting period for the Foundation, there is no material change in the nature of business of the Foundation.

13. Related Party Transactions

Particulars of contracts or arrangements with related parties referred to in sub-section (1) of section 188 in form AOC-2 is attached as **Annexure I**.

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14. Auditors

The Board of Directors in their meeting held on 15th March, 2018 have appointed M/s VA Mehta & Associates LLP, Chartered Accountants (Firm registration No. N500047) as the first Auditors of the Foundation to hold office until the conclusion of the ensuing first annual general meeting of the Foundation.

The Board of Directors of the foundation have recommended to re-appoint M/s VA Mehta & Associates LLP, Chartered Accountants for five financial years from the conclusion of the ensuing 1st Annual general meeting until the conclusion of the 6th Annual General Meeting of the Foundation to be held for the financial year ending on 31st March 2024.

M/s VA Mehta & Associates LLP., Chartered Accountants are eligible to act as statutory auditors of the Foundation for the financial year 2019-2020 and have expressed their willingness to act as Auditors. The Foundation has received a certificate from them that they are qualified under section 139 of the Companies Act, 2013 for appointment as auditors of the Foundation

15. Auditors' Observations

The observations of the auditors contained in their Report are self explanatory and therefore, do not call for any further comments. The Audit Report does not contain any qualifications and adverse remark.

16. Internal Control Systems And Their Adequacy

The Foundation doesn't require to maintain internal financial controls system in place.

17. Particulars of Employees

There were no employees who were in receipt of remuneration exceeding the limits specified in Rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

18. Information on Material Changes and Commitments

No material changes and commitments have occurred after the close of the financial period till the date of this report, which affect the financial position of the Foundation.

19. Significant And Material Orders Passed By The Regulators Or Courts

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There are no significant material orders passed by the Regulators or Courts which would impact the going concern status of the Foundation and its future operations.

20. Extract of Annual Return

As required under section 134 (3) of the Companies Act, 2013, the extract of the Annual Return prescribed in form MGT -9 is annexed herewith as **Annexure "II"** to this report.

21. Web Link of Annual Return, if any.

The website of the Foundation is
www.jungwafoundation.org

22. Risk Management Policy

The Foundation does not have Risk Management Policy but directors ensure that potential risks are identified and also take effective steps to mitigate the same.

23. Independent Directors And Declaration

The provisions of section 149 pertaining to the appointment of Independent Directors do not apply to our Foundation.

24. Corporate Social Responsibility

The Foundation does not meet the criteria of section 135 of Foundation Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rule, 2014 so there is no requirement to constitute CSR Committee.

25. Disclosure of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013

The maintenance of cost records is not applicable to the Foundation during the financial period under review.

26. Disclosure Under Sexual Harassment Of Women At Workplace (Prevention, Prohibition And Redressal) Act, 2013

The Foundation has zero tolerance towards sexual harassment at the workplace and has adopted a policy on prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules thereunder. Moreover, there has been no complaint received by the Foundation during the financial year under review

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ACKNOWLEDGMENT

The Directors wish to convey their appreciation to the Foundation's shareholders, local communities, grantors, customers, suppliers, bankers and all the technology partners for the support they have given to the Foundation and the confidence, which they have reposed in its management and the employees for the commitment and dedication shown by them.

Registered Office:
Flat No. 1001, Tower 16,
The Close North Nirvana,
Sector 50, Gurgaon - 122018
Haryana

For and on behalf of the Board of Directors
For **Jungwa Foundation**

For JUNGWA FOUNDATION

For JUNGWA FOUNDATION

Tara Sharma
Director

Radhika Vijay Kothari
Director

Place: -Gurgaon
Date: - 30.09.2019

Tara Sharma
Director
DIN: 08015289

Radhika Vijay Kothari
Director
DIN:08016385

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Annexure I

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and
Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the Foundation with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis

Sl. No	Particulars	Details
a.	Name(s) of the related party and nature of relationship	NA
b.	Nature of contracts/arrangements/transactions	NA
c.	Duration of the contracts / arrangements/transactions	NA
d.	Salient terms of the contracts or arrangements or transactions including the value, if any	NA
e.	Justification for entering into such contracts or arrangements or transactions	NA
f.	date(s) of approval by the Board	NA
g.	Amount paid as advances, if any:	NA
h.	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	NA

2. Details of material contracts or arrangement or transactions at arm's length basis

Sl. No	Particulars	Details
a.	Name(s) of the related party and nature of relationship	NA
b.	Nature of contracts/arrangements/transactions	NA
c.	Duration of the contracts / arrangements/transactions	NA
d.	Salient terms of the contracts or arrangements or transactions including the value, if any:	NA
e.	Date(s) of approval by the Board, if any:	NA
f.	Amount paid as advances, if any:	NA

By order of the Board of Directors
For Jungwa Foundation

For JUNGWA FOUNDATION

Tara Sharma
Director
DIN: 08015289

For JUNGWA FOUNDATION

Radhika Vijay Kothari
Director
DIN:08016385

Place: - Gurgaon
Date: - 30.09.2019

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LIST OF SHAREHOLDERS AS ON 31.03.2019

Sl. No.	Name of shareholder	No. of shares held	Nominal value of shares (Rs.)	% of share holding
1.	Ms. Tara Sharma Address:- Flat No. 1001, Tower 16, The North Close, Nirvana, Sector 50, Gurgaon – 122018, Haryana	10,000	1,00,000	50
2.	Ms. Radhika Vijay Kothari Address: B-42, Monica, Dadabhai Cross Road, Andheri West, Mumbai – 400058, Maharashtra	10,000	1,00,000	50
	TOTAL	20,000	2,00,000	100

For Jungwa Foundation
For JUNGWA FOUNDATION

Tara Sharma
Director

TARA SHARMA

Director

DIN – 08015289

Add: Flat No. 1001, Tower 16, The North Close, Nirvana, Sector 50, Gurgaon – 122018,
Haryana

Date: - 30.09.2019

Place: - Gurgaon

INDEPENDENT AUDITOR'S REPORT
To the Members of Jungwa Foundation

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of Jungwa Foundation ("the Company"), which comprise the balance sheet as at 31st March 2019 and the Statement of Income and Expenditure and Statement of Cash Flows, for the period then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, and deficit, and its cash flows for the period ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board Report, but does not include the standalone financial statements and our auditors' report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.



When we read the other information, if we conclude that there is a material misstatement therein, we are required to report the matter. We have nothing to report in this regard.

Responsibility of Management for Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those



risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

The Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, is not applicable to the Company in terms of paragraph 1(2)(v) of the said Order.

As required by Section 143(3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.



(b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

(c) The Balance Sheet, the Statement of Income and Expenditure and Statement of Cash Flow dealt with by this Report are in agreement with the books of account.

(d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act.

(e) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.

(f) Section 143(3)(i) of the Act with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, is not applicable to the Company.

(g) The provisions of Section 197 read with Schedule V to the Act are not applicable to the company for the period ended March 31, 2019.

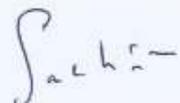
(h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company does not have any pending litigation which would impact its financial position.

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

for VA Mehta & Associates LLP
Chartered Accountants
Firm Regn. No. N500047



Sachin Aggarwal
Partner
Membership No. 528404



New Delhi
September 30, 2019

UDIN: 19528404AAAABC8705

JUNGWA FOUNDATION
BALANCE SHEET AS AT MARCH 31, 2019

	Note	As at March 31, 2019 Rs.
<u>EQUITY AND LIABILITIES</u>		
Shareholders' funds		
Share capital	1	200,000
Reserves and surplus	2	(85,317)
Current liabilities		
Trade payables	3	-
- total outstanding dues of micro enterprises and small enterprises		-
- total outstanding dues of creditors other than micro enterprises and small enterprises		77,246
Other current liabilities	4	173,762
		365,691
<u>ASSETS</u>		
Non current assets		
Property, plant and equipment	5	34,018
-Tangible assets		-
Current assets		
Cash and cash equivalents	6	127,506
Short-term loans and advances	7	204,167
		365,691

Significant accounting policies

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The accompanying notes are an integral part of the financial statements.

As per our report of even date

For VA Mehta & Associates LLP
Chartered Accountants
Firm Regn. No. N500047

Sachin

Sachin Aggarwal
Partner
Membership No. 528404



Date : September 30, 2019
Place: New Delhi

On behalf of Board of Directors of
Jungwa Foundation

Tara Sharma

Tara Sharma
Director
DIN 08015289

Radhika

Radhika Vijay Kothari
Director
DIN 08016385

JUNGWA FOUNDATION
STATEMENT OF INCOME AND EXPENDITURE FOR THE PERIOD ENDED MARCH 31, 2019

	Note	27.02.2018 to 31.03.2019 Rs.
<u>Income</u>		
Revenue from operations -		
Voluntary contributions -		
Donation and grants		1,094,000
		1,094,000
<u>Expenditure</u>		
Employee benefits expense	8	462,000
Depreciation and amortization expense	5	11,756
Other expenses	9	705,561
		1,179,317
Deficit for the period		(85,317)
Basic/Diluted earning/(deficit) per equity share of Rs. 10 each		(8.53)

Significant accounting policies

17

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For VA Mehta & Associates LLP
Chartered Accountants
Firm Regn. No. N500047

Sachin

Sachin Aggarwal
Partner

Membership No. 528404

Date : September 30, 2019
Place: New Delhi



On behalf of Board of Directors of
Jungwa Foundation

Tara Sharma

Tara Sharma
Director
DIN 08015289

Radhika Vijay Kothari

Radhika Vijay Kothari
Director
DIN 08016385

JUNGWA FOUNDATION
CASH FLOW STATEMENT FOR THE PERIOD ENDED MARCH 31, 2019

	27.02.2018 to 31.03.2019 Rs.
Cash flow from operating activities	
Net deficit for the period	(85,317)
Adjusted for:	
Depreciation	11,756
Operating loss before working capital changes	(73,561)
Adjusted for:	
Loans and advances	(204,167)
Trade payables	77,246
Other liabilities	173,762
Cash used in operations	(26,720)
Taxes paid (net of refund)	-
Net cash used in operating activities	(A) (26,720)
Cash flow from investing activities	
Purchase of property, plant and equipment	(45,774)
Interest received	-
Net cash flows from investing activities	(B) (45,774)
Cash flow from financing activities	
Proceeds from share application money	200,000
Net cash from financing activities	(C) 200,000
Net increase/(decrease) in cash and cash equivalents	(A+B+C) 127,506
Cash and cash equivalents at the beginning of the period	-
Cash and cash equivalents at the end of the period	127,506
Cash and cash equivalents comprise of:	
Balance with bank	126,402
- In a current account	1,104
- cash on hand	127,506

The above cash flow statement has been prepared under the "Indirect Method" as set out in the Accounting Standard - 3 on Cash Flow Statements.

As per our report of even date

For VA Mehta & Associates LLP
Chartered Accountants
Firm Regn. No. N500047

Sachin

Sachin Aggarwal
Partner
Membership No. 528404



On behalf of Board of Directors of
Jungwa Foundation

Tara Sharma

Tara Sharma
Director
DIN 08015289

Radhika

Radhika Vijay Kothari
Director
DIN 08016385

Date : September 30, 2019
Place: New Delhi

JUNGWA FOUNDATION
NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 31, 2019

	<u>As at March 31, 2019 Rs.</u>
1 Share capital	
Authorised	
20,000 Equity shares of Rs. 10 each	<u>200,000</u>
Issued, subscribed and paid up	
20,000 Equity shares of Rs. 10 each fully paid up	<u>200,000</u>
	<u>200,000</u>

a. Details of shareholders holding more than 5% equity shares

Name of shareholder	As at March 31, 2019	
	Number of shares held	% holding
Tara Sharma	10,000	50.00
Radhika Vijay Kothari	10,000	50.00

b. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period -

Particulars	As at March 31, 2019	
	No. of Shares	Rs.
Equity shares at the beginning of the period	-	-
Add: Equity shares issued during the period	20,000	200,000
Equity shares at the end of the period	20,000	200,000

c. Terms/right attached to Equity shares

The company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in the proportion to the number of equity shares held by the shareholders.

	<u>As at March 31, 2019 Rs.</u>
2 Reserves and surplus	
Statement of income and expenditure	
At the commencement of the period	<u>(85,317)</u>
Add: Deficit for the period	<u>(85,317)</u>
3 Trade payables	
Total outstanding dues of micro enterprises and small enterprises	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	<u>77,246</u>
	<u>77,246</u>
4 Other current liabilities	
Due to Directors	111,762
Other liabilities	<u>62,000</u>
	<u>173,762</u>



JUNGWA FOUNDATION
NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 31, 2019

5 PROPERTY, PLANT AND EQUIPMENT

PARTICULARS	GROSS BLOCK			DEPRECIATION		NET BLOCK	
	Addition Rs.	Deletion Rs.	As At	For the	Deletion	As At	As At
			31.03.2019 Rs.	Period Rs.	Rs.	31.03.2019 Rs.	31.03.2019 Rs.
Tangible Assets							
Office equipment	25,274	-	25,274	6,947	-	6,947	18,327
Furniture and Fixture	20,500	-	20,500	4,809	-	4,809	15,691
Total	45,774	-	45,774	11,756	-	11,756	34,018



JUNGWA FOUNDATION
NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 31, 2019

	<u>As at March 31, 2019 Rs.</u>
6 Cash and cash equivalents	
Balance with a scheduled bank in a current account	126,402
Cash on hand	<u>1,104</u>
	<u>127,506</u>
7 Short term loans and advances (Unsecured, considered good)	
Advances recoverable in cash or in kind or for value to be received	<u>204,167</u>
	<u>204,167</u>



JUNGWA FOUNDATION
NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 31, 2019

	27.02.2018 to 31.03.2019 Rs.
8 Employee benefits expense	
Salaries, wages and bonus	462,000
	<u>462,000</u>
9 Other expenses	
Auditors remuneration - audit fees	50,000
Bank charges	2,154
Rates and taxes	2,800
Legal and professional charges	112,930
Travelling and conveyance expenses	185,050
Preliminary expenses	36,870
Office expenses	38,232
Rent	67,833
Program cost	189,045
Printing and stationery expense	20,647
	<u>705,561</u>



JUNGWA FOUNDATION
NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 31, 2019

As at
 March 31, 2019
 Rs.

- 10 Due to micro and small enterprises -
- a) The principal amount remaining unpaid to any supplier at the end of the period
 - b) Interest due remaining unpaid to any supplier at the end of the period
 - c) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the period
 - d) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006
 - e) The amount of interest accrued and remaining unpaid at the end of each accounting year
 - f) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act, 2006

Disclosure of payable to vendors as defined under the "Micro, Small and Medium Enterprise Development Act, 2006" is based on the information available with the Company regarding the status of registration of such vendors under the said Act, as per the intimation received from them on requests made by the Company. As per the information available with the Company till date, none of the suppliers have informed the Company about their having registered themselves under the "Micro, Small and Medium Enterprises Development Act, 2006".

- 11 The company is a Small and Medium Sized Company (SMC) as defined in the general instructions in respect of Accounting Standards notified under Companies (Accounting Standards) Rules 2006. Accordingly the company has complied with the Accounting Standards as applicable to a SMC. The company is not required to present the Segment Disclosures as required under the relevant Accounting Standards.

12 Related party disclosures under Accounting Standard 18:

i. Relationships -

- a. Key management personnel - Ms. Tara Sharma, Ms. Radhika Vijay Kothari, Directors

ii. Transactions during the period with related parties:

	Key management personnel 27.02.2018 to 31.03.2019 Rs.
<u>Nature of Transaction -</u>	
Share application money received -	
Ms. Tara Sharma	100,000
Ms. Radhika Vijay Kothari	100,000
Expense incurred on behalf of the company -	
Ms. Tara Sharma	76,676
Ms. Radhika Vijay Kothari	35,086
Payable as on 31.03.2019	
Ms. Tara Sharma	76,676
Ms. Radhika Vijay Kothari	35,086

- 13 Outstanding capital commitments amounts to Rs. Nil

27.02.2018 to
 31.03.2019

- 14 Earning per share
- | | |
|--|----------|
| - Deficit as per the statement of income and expenditure (Rs.) | (85,317) |
| - Weighted average number of equity shares | 10,000 |
| - Face value of each share (Rs.) | 10 |
| - Basic loss per share (Rs.) | (8.53) |

- 15 Figures have been rounded off to the nearest rupee (except where stated otherwise).

- 16 Since it is the first accounting period, previous period figures are not available.



JUNGWA FOUNDATION
NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 31, 2019

17 COMPANY OVERVIEW

Jungwa Foundation ("the Company"), a not for profit company, within the meaning of Section 8 of the Companies Act, 2013 was incorporated on February 27, 2018.

18 SIGNIFICANT ACCOUNTING POLICIES

A ACCOUNTING CONVENTION

These financial statements have been prepared to comply in all material aspects with applicable accounting principles in India, the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 ["Act"] read with Rule 7 of the Companies [Accounts] Rules, 2014, the provisions of the Act and other accounting principles generally accepted in India, to the extent applicable.

All assets and liabilities are classified as current or non-current as per the company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of services and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the company has ascertained its operating cycle as 12 months for the purpose of current - non current classification of assets and liabilities.

B PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment are stated at their original cost less depreciation. Cost includes freight, duties, levies and any other directly attributable cost of bringing the assets to their working condition for intended use.

Assessment is carried out at each balance sheet date as to whether there is any indication that an asset (tangible and intangible) may be impaired. Impairment loss is provided to the extent the carrying amount of assets exceed their recoverable amount. Recoverable amount is the higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. Net selling price is the amount obtainable from the sale of an asset in an arm's length transaction between knowledgeable, willing parties, less the costs of disposal.

C DEPRECIATION

Depreciation is provided as per the straight line method based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

D REVENUE RECOGNITION

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. In addition, the following criteria must also be met before revenue is recognised:

Voluntary Contribution - Contributions received other than for corpus donation are recognised as income in the year of receipt.

E TAXES ON INCOME

The Company has been granted exemption from Income Tax under section 12A read with section 12AA of the Income Tax Act, 1961.

F RETIREMENT BENEFITS

No provision for gratuity and leave encashment has been made as the "Payment of Gratuity Act, 1972" is not applicable to the Company.

G PROVISIONS AND CONTINGENT LIABILITIES

The Company recognises a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent. When there is a possible or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made.

H EARNING PER SHARE

The company reports basic and diluted earning/(deficit) per equity share in accordance with Accounting Standard 20, Earning Per Share. Basic earnings/(deficit) per equity share has been computed by dividing surplus/(deficit) after tax with the weighted average number of equity shares outstanding for the year. Diluted earning/(deficit) per equity share is calculated by dividing surplus/(deficit) after tax with weighted average number of equity shares outstanding for the year after adjustment for the effects of all dilutive potential equity shares.

On behalf of Board of Directors of
Jungwa Foundation

Tara Sharma

Tara Sharma
Director
DIN 08015289

Radhika Vijay Kothari

Radhika Vijay Kothari
Director
DIN 08016385

Date : September 30, 2019
Place: New Delhi





Regd Address: Tower 16, 1001, The Close North, Nirvana, Sector 50,

Gurgaon, HARYANA 122018

CIN U74999HR2018NPL072772

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Website: jungwafoundation.org